

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2081
ANSWERED ON:30.11.2007
DIRECT TAX COLLECTION
Budholiya Shri Rajnarayan;Jindal Shri Naveen

Will the Minister of FINANCE be pleased to state:

- (a) whether tax collections during 2007-08 has shown an upward trend as compared to the last fiscal;
- (b) if so, the details thereof;
- (c) the main reasons leading to this trend; and
- (d) the steps being considered to maintain the momentum of tax collection?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SH. S.S.PALANIMANICKAM)

(a) Yes, sir.

(b) The net collection of direct taxes to Oct. 2007 (April to October) vis-a vis during the corresponding period in 2006-07 are as under:

(Rs. in crores.)				
Head of Taxes	2007-08 (upto Oct. 2007)	2006-07 (upto Oct. 2006)	Percentage Increase.	
Corporate Income-Tax	78785	54072	45.70%	
Personal Income-Tax (Including other taxes)	50079	35946	39.32%	
Total	128864	90018	43.15%	

(c) The collection from direct taxes display continued improvement in tax administration and tax compliance level.

(d) The following steps have been taken to maintain the momentum of tax collection:

All CCs/IT/DGIT have been advised to take up more Surveys with a view to detect undisclosed income, lesser deduction of tax at source (TDS) and increase tax base.

Tax machinery is being made more tax payer friendly by expeditious issues of refunds, response to the grievance of the tax payers etc.

Identification of cases involving substantial amount of arrears which are pending before Commissioners (Appeals), ITAT and Settlement Commission and asking these authorities to dispose off such appeals expeditiously.

Monitoring of advance tax payments by top taxpayers by the senior officers of the Department.

Further computerization of the Departmental business processes and databases for linking of information and reporting of high value transactions.

Multi-media campaign to encourage voluntary compliance of tax laws.